

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-02199A
Pima Utility Company (Water)
9532 E. Riggs Rd.
Sun Lakes, AZ 85248-7411

RECEIVED

MAY 15 2008

W. CORP COMM
Director Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2007
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FOR COMMISSION USE

ANN 04	07
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PROCESSED BY:

5-16-08

SCANNED

6-3-08

COMPANY INFORMATION

Company Name (Business Name) Pima Utility Company - Water Division

Mailing Address 9532 E Riggs Rd

Sun Lakes
(City)

AZ
(State)

85248
(Zip)

(480) 895-9200
Telephone No. (Include Area Code)

(480) 895-4347
Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address 24607 S. Price Rd

Sun Lakes
(City)

AZ
(State)

85248
(Zip)

(480) 895-5009
Local Office Telephone No. (Include Area Code)

(480) 802-9463
Fax No. (Include Area Code)

(602) 757-1548
Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: James L. Poulos

(Name)

General Manager

(Title)

9532 E Riggs Rd

(Street)

Sun Lakes

(City)

AZ

(State)

85248

(Zip)

(480) 895-9200
Telephone No. (Include Area Code)

(480) 802-9463
Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

On Site Manager: Dave Voorhees

(Name)

24607 S Price Rd

(Street)

Sun Lakes

(City)

AZ

(State)

85248

(Zip)

(480) 895-5009
Telephone No. (Include Area Code)

(480) 802-9463
Fax No. (Include Area Code)

(602) 757-1548
Cell No. (Include Area Code)

Email Address _____

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: James D. Hubbard

(Name)

9532 E Riggs Rd

(Street)

Sum Lakes

(City)

Az

(State)

85248

(Zip)

(480) 895-9200

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Attorney: Marty Aronson

(Name)

One E Camelback

(Street)

Phoenix

(City)

Az

(State)

85012

(Zip)

(602) 263-2972

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☒ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☒ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME Pima Water Company - Water Division

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	97,637	Ø	97,637
304	Structures and Improvements	2,255,298	530,882	1,724,416
307	Wells and Springs	904,943	282,524	622,419
311	Pumping Equipment	668,206	219,007	449,199
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	2,620,983	842,030	1,778,953
331	Transmission and Distribution Mains	3,030,947	1,336,944	1,694,003
333	Services	3,845,776	409,914	3,435,862
334	Meters and Meter Installations	923,634	278,960	644,674
335	Hydrants	876,045	467,208	408,837
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	639,778	215,447	424,331
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	15,863,247	4,582,916	11,280,331

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME Pima Utility Company - Water Division

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	97,637	Ø	Ø
304	Structures and Improvements	2,255,298	2.59	58,343
307	Wells and Springs	904,943	2.88	26,096
311	Pumping Equipment	668,206	2.75	18,407
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	2,620,983	2.55	66,827
331	Transmission and Distribution Mains	3,030,947	2.07	62,745
333	Services	3,845,776	2.87	110,198
334	Meters and Meter Installations	923,634	2.84	26,263
335	Hydrants	876,045	2.36	20,648
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	639,778	3.81	24,386
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	15,863,247	2.61	413,913

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

COMPANY NAME Pima Utility Company - Water Division

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 92,109	\$ 117,261
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	158,449	144,580
146	Notes/Receivables from Associated Companies	3,013,831	3,092,419
151	Plant Material and Supplies		
162	Prepayments	1,633	799
174	Miscellaneous Current and Accrued Assets	1,285	1,220
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 3,267,307	\$ 3,356,279
	FIXED ASSETS		
101	Utility Plant in Service	\$ 15,183,842	\$ 15,863,247
103	Property Held for Future Use		
105	Construction Work in Progress	676,368	499,825
108	Accumulated Depreciation – Utility Plant	(4,187,608)	(4,582,916)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 11,672,602	\$ 11,780,156
	TOTAL ASSETS	\$ 14,939,909	\$ 15,136,435

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME Pima Utility Company - Water Division

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 111,274	\$ 124,144
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes	89,001	79,345
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	57,601	65,867
	TOTAL CURRENT LIABILITIES	\$ 257,876	\$ 269,356
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	423,588	423,588
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	632,418	632,418
272	Less: Amortization of Contributions	(463,937)	(482,912)
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 592,067	\$ 573,094
	TOTAL LIABILITIES	\$ 849,943	\$ 842,450
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 107,416	\$ 107,416
211	Paid in Capital in Excess of Par Value	6,763,835	6,763,835
215	Retained Earnings	7,218,715	7,422,734
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 14,089,966	\$ 14,293,985
	TOTAL LIABILITIES AND CAPITAL	\$ 14,939,909	\$ 15,136,435

COMPANY NAME Pima Utility Company - Water Division

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 1,989,153	\$ 2,017,345
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 1,989,153	\$ 2,017,345
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 285,714	\$ 309,182
610	Purchased Water		
615	Purchased Power	249,984	250,458
618	Chemicals	26,966	17,809
620	Repairs and Maintenance	132,920	176,595
621	Office Supplies and Expense		
630	Outside Services	56,261	63,260
635	Water Testing	49,084	55,413
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability	22,621	22,823
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	55,059	56,551
403	Depreciation Expense	399,679	413,913
408	Taxes Other Than Income		
408.11	Property Taxes	110,491	92,763
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 1,388,779	\$ 1,458,767
	OPERATING INCOME/(LOSS)	\$ 600,374	\$ 558,578
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 128,694	\$ 143,361
421	Non-Utility Income	7,215	2,085
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ 135,909	\$ 145,446
	NET INCOME/(LOSS)	\$ 736,283	\$ 704,024

COMPANY NAME

Pima Utility Company - Water Division

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 0

Meter Deposits Refunded During the Test Year

\$ 0

COMPANY NAME	Pima Utility Company - Water Division	
Name of System:	ADEQ Public Water System Number:	

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
SS-625798	125	1,100	820	20	10	1947
SS-625799	250	2,200	750	16	10	1950
SS-625800	150	1,600	502	14	8	1955
SS-514527	150	1,500	874	20/16	8	1986
SS-806730	200	1,200	861	16	12	Rehab 1994
SS-566937	200	1,500	910	20	12	1999

* Arizona Department of Water Resources Identification Number 900 20/16 10/8/10 1988
SS-520891 150 1,600

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
75	4	705	
40	2		
25	8		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
400,000	1	5,000	1
600,000	1	15,000	1
750,000	2		

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	Pima Utility Company - Water Division
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS		
Size (in inches)	Material	Length (in feet)
2	PVC	221
3		
4	PVC	7,031
5		
6	PVC	305,587
8	PVC	96,682
10	PVC	43,488
12	PVC	13,527

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	9,805
3/4	4
1	252
1 1/2	9
2	97
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

Chlorinators - 4

STRUCTURES:

Pump Houses - 2

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Pima Utility Company - Water Division

Name of System: _____ ADEQ Public Water System Number: _____

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	10,151	108,837	111,230	Ø
FEBRUARY	10,155	103,596	102,930	Ø
MARCH	10,166	139,878	142,022	Ø
APRIL	10,162	188,777	173,745	Ø
MAY	10,172	248,855	229,988	Ø
JUNE	10,174	277,144	254,558	Ø
JULY	10,180	265,123	250,157	Ø
AUGUST	10,178	205,328	198,417	Ø
SEPTEMBER	10,178	216,786	196,646	Ø
OCTOBER	10,183	215,856	203,457	Ø
NOVEMBER	10,180	163,981	153,473	Ø
DECEMBER	10,179	88,492	93,315	Ø
TOTALS →		2,222,646	2,109,938	Ø

What is the level of arsenic for each well on your system? See below mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? 1,000 GPM for 2 hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
☒ Yes () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
☒ Yes () No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
☒ Yes () No

If yes, provide the GPCPD amount: 462

Note: If you are filing for more than one system, please provide separate data sheets for each system.

Well #31 - 6.1 PPB
Well #34 - 4.7 PPB
Well #29A - 3.4 PPB
Well #29B - 3.4 PPB

COMPANY NAME Dima Utility Company - Water Division YEAR ENDING 12/31/2007

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2007 was: \$ 101,627.23
~~55,245.56~~

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

THIS CHECK IS VOID WITHOUT A GREEN & BLUE BORDER AND BACKGROUND PLUS A KNIGHT & FINGERPRINT WATERMARK ON THE BACK - HOLD AT ANGLE TO VIEW

PIMA UTILITY COMPANY-WATER DIVISION

9532 E Riggs Rd
Sun Lakes, AZ 85248-7411

JPMorgan Chase Bank, N.A.
201 N Central Ave Dept 383
Phoenix, AZ 85038

91-21221

313501

Pay

Date	Amount
04/13/07	\$***156,134.80

ONE HUNDRED FIFTY SIX THOUSAND ONE HUNDRED THIRTY FOUR AND 80/100 *****

Dollars

To
The
Order
Of

MARICOPA COUNTY TREASURER

301 W JEFFERSON ST
PHOENIX AZ 85003-2143

SIGNATURE AREA CONTAINS A KNIGHT & FINGERPRINT CHECK WORDING

031350100 02221000240 0919 427800

0015613480

ABSENCE OF PINK U.S. PATENT NUMBERS UNDER SIGNATURE INDICATES CHECK IS FRAUDULENT. PATENT NUMBERS ARE PRINTED WITH HEAT SENSITIVE INK & WILL DISAPPEAR WHEN BLOWING OR RUBBING

1. Absence of the **Knighthair & Fingerprint** in the area of the **U.S. Patent** watermark. The watermark is a circular design containing the words "U.S. PATENT" and "1876".
 2. The back of this check has an additional **Knighthair & Fingerprint** watermark. This watermark is a circular design containing the words "U.S. PATENT" and "1876".
 3. The **U.S. Patent** watermark is a circular design containing the words "U.S. PATENT" and "1876".
 4. The **U.S. Patent** watermark is a circular design containing the words "U.S. PATENT" and "1876".
 5. The **U.S. Patent** watermark is a circular design containing the words "U.S. PATENT" and "1876".

<u>Location</u>	<u>Acct #</u>	<u>Original Acct #</u>	<u>Check #</u>	<u>Original Check #</u>	<u>Amount</u>	<u>Original Amount</u>	<u>Issue Date</u>	<u>Paid Date</u>
CD	9194278	9194278	313501	313501	\$156,134.80	\$156,134.80	4/13/2007	4/20/2007
<u>Original Paid Date</u>	<u>Sequence</u>				<u>Customer Data</u>	<u>Bank #</u>	<u>Original R/T Number</u>	<u>GL Category</u>
4/20/2007	2210183260	20070413 MARICOPA				601	601	
<u>CD VOID/CIMS Key</u>	<u>CD Label</u>	<u>Process Control</u>						
20070430337201	20070430337201							

Pima Water	55,245.56
Pima Sewer	100,889.24

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

RECEIVED

MAY 15 2008

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)
<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>James L Poulos - General Manager</u>
COMPANY NAME
<u>Pima Utility Company - Water Division</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

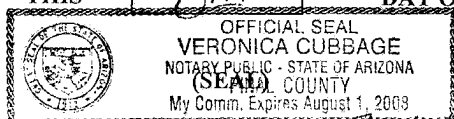
SIGNATURE OF OWNER OR OFFICIAL

(480) 895-9200
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 8th DAY OF



MY COMMISSION EXPIRES

8/1/2008

COUNTY NAME

Pima

MONTH

May

2008

Veronica Cubbage
SIGNATURE OF NOTARY PUBLIC

COMPANY NAME Pima Utility Company - Water Division YEAR ENDING 12/31/2007

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 0
Estimated or Actual Federal Tax Liability 0

State Taxable Income Reported 0
Estimated or Actual State Tax Liability 0

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances 0
Amount of Gross-Up Tax Collected 0
Total Grossed-Up Contributions/Advances 0

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

5-8-08
DATE

James Ponlas
PRINTED NAME

General Manager
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

MAY 15 2008

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE <u>James L Poulos - General Manager</u>
COMPANY NAME <u>Pima Utility Company - Water Division</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 2,036,607

(THE AMOUNT IN BOX ABOVE

INCLUDES \$ 131,747

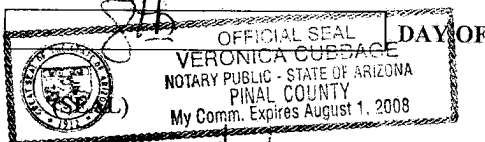
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



MY COMMISSION EXPIRES 8/1/2008

[Signature]
SIGNATURE OF OWNER OR OFFICIAL
(480) 895-9200
TELEPHONE NUMBER

COUNTY NAME	<u>Pinal</u>	
MONTH	<u>May</u>	<u>2008</u>

Veronica Cabbage
SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE**
Intrastate Revenues Only

RECEIVED

MAY 16 2008

AZ CORP COMM.
Director Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Maricopa</u>	
NAME (OWNER OR OFFICIAL) <u>James L. Poulos</u>	TITLE <u>General Manager</u>
COMPANY NAME <u>Pima Utility Company - Water Division</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2007</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 1,401,540

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 82,727

IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

SIGNATURE OF OWNER OR OFFICIAL

(480) 895-9200
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

8th

DAY OF

(SEAL)



MY COMMISSION EXPIRES

8/1/2008

NOTARY PUBLIC NAME <u>Veronica Cabbage</u>	
COUNTY NAME <u>Pinal</u>	
MONTH <u>May</u>	<u>2008</u>

x Veronica Cabbage
SIGNATURE OF NOTARY PUBLIC